

REPORT OF THE EXECUTIVE OFFICER
State Allocation Board Meeting, July 23, 2008

SCHOOL FACILITY PROGRAM JOINT-USE PROJECTS

PURPOSE OF REPORT

To present requests for funding under the School Facility Program (SFP) Joint-Use Program.

DESCRIPTION

The State Allocation Board (SAB) adopted amendments to reform the SFP Joint-Use Program at the February 2008 meeting. It is anticipated that the amended regulations will become effective in August or September of 2008 and therefore do not apply to this funding cycle.

Under the current SFP Joint-Use Program, a joint-use project may consist of a multipurpose room, gymnasium, childcare facility, library, and/or teacher education facility beyond that necessary for school use. A school district must partner with a local entity to build either a Type I or a Type II joint-use facility.

- A Type I facility must be part of a qualifying SFP new construction project. The proposed facility must include an increased square footage amount and/or increased eligible costs that are greater than that applied to a standard like-project under the SFP.
- A Type II facility is created by constructing new school buildings and/or reconfiguring existing school buildings located at a school that does not have the type of facility or the existing facility is inadequate.

A district may submit more than one application for each type of project; however, after its first application is placed on a funding priority list in date-received order, its subsequent applications are not placed on the priority for funding list until all other districts' initial applications are placed on the list. This allows all qualifying districts the opportunity to receive funding under the Joint-Use Program. In addition, all Type I applications must be funded before any Type II applications receive funding. Once the funds are exhausted, the unfunded projects are returned to the school districts since no unfunded list is maintained. The school districts may reapply in subsequent filing periods when funds become available.

A local financial contribution towards the cost of the joint-use project must be at least equal to the State's share (50/50). If the school district has passed a local bond which specifies that such funds are to be used for that joint-use project, then the school district may opt to provide up to the full 50 percent local share of eligible costs. In lieu of local bond funding, the contribution made by the joint-use partner(s) must be no less than 25 percent of the eligible project costs. The remaining local contribution may come from any other district source that would not otherwise be available to the SAB. The State share of a joint-use project will be the lesser of 50 percent of the eligible project costs or \$1 million if the project is serving an elementary school, \$1.5 million if the project is serving a middle school, or \$2 million if the project is serving a high school.

AUTHORITY

Education Code (EC) Section 17077.40 establishes the authority to fund joint-use projects to construct facilities.

Assembly Bill (AB) 127, Chapter 35, Statutes of 2006 (Perata/Nunez) authorizes the transfer of funds derived from the sale of bonds issued on or before January 1, 2006 to be transferred to the SAB and apportioned for any of the purposes of Chapter 12.5 (commencing with Section 17070.10) of Part 10 of the EC.

STAFF COMMENTS

Applications Received

The SFP Joint-Use Program application filing period was June 1, 2007 through May 31, 2008 for projects to be considered for funding. The Office of Public School Construction received 17 applications of which 16 have been determined to be qualified for SFP joint-use funding and are listed on the Attachment in priority order for funding consideration.

Funding Availability

As of the June 2008 SAB meeting, there is \$1,359,257 from Proposition 47, \$8,236,443 from Proposition 55, and \$2,527,179 from Proposition 1D, for a total of \$12,122,879 available to fund joint-use projects.

As part of today's SAB consent agenda, a \$1.5 million joint-use project is presented for rescission. Additionally, utilizing the authority established in AB 127, Staff is recommending the transfer of \$7,593,802 to the State School Facilities Fund for SFP joint-use projects to fund all of the remaining joint-use projects submitted in this year's funding cycle.

RECOMMENDATIONS

1. Approve the transfer of \$7,593,802 from Lease-Purchase Program bonds to the Proposition 1D SFP Joint-Use Program.
2. Approve the full and final apportionments of \$21,216,681 for the joint-use projects shown on the Attachment.

This Item was approved by the State Allocation Board on July 23, 2008.

**SCHOOL FACILITY PROGRAM
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County	School District	Site Name	Application Number	Type of Facility	Joint Use Partner	Joint-Use Type	Grade Level	Project Cost					Cumulative Value of State Apportionment
								Total Estimated Cost	Joint Use Partner Share	District Share	*Additional District/ Partner Contribution	**State Apportionment	
Santa Clara	Gilroy Unified	Christopher High	52/69484-00-002	Gymnasium	City of Gilroy	1	9-12	\$6,136,356	\$1,000,000	\$1,000,000	\$2,136,356	\$2,000,000	\$2,000,000
Stanislaus	Denair Unified	Denair Middle	52/71068-00-001	Multipurpose	Denair Education Foundation	1	7-8	\$3,924,300	\$0	\$1,500,000	\$959,854	\$1,500,000	\$3,500,000
Yolo	Washington Unified	New River City High	52/72694-00-001	Gymnasium	City of West Sacramento	1	9-12	\$4,935,930	\$0	\$2,000,000	\$935,930	\$2,000,000	\$5,500,000
Kern	Kernville Union Elementary	Woodrow W. Wallace Junior High	52/63545-00-001	Gymnasium	County of Kern	1	6-8	\$2,014,764	\$503,691	\$503,691	\$0	\$1,007,382	\$6,507,382
Kings	Hanford Joint Union High	Sierra Pacific High	52/63925-00-001	Gymnasium	City of Hanford	1	9-12	\$7,290,050	\$1,000,000	\$1,000,000	\$3,290,050	\$2,000,000	\$8,507,382
Merced	Los Banos Unified	Los Banos High	52/65755-00-002	Gymnasium	City of Los Banos	1	9-12	\$4,435,760	\$1,000,000	\$1,000,000	\$435,760	\$2,000,000	\$10,507,382
Stanislaus	Denair Unified	Denair Middle	52/71068-00-002	Library	Denair Education Foundation	1	7-8	\$137,948	\$0	\$68,974	\$0	\$68,974	\$10,576,356
Los Angeles	Santa Monica-Malibu Unified	John Adams Middle	52-64980-00-001	Childcare	Boys and Girls Club of Santa Monica, Inc.	2	6-8	\$1,887,890	\$689,080	\$254,865	\$0	\$943,945	\$11,520,301
Fresno	Kings Canyon Unified	Dunlap Elementary	52/62265-00-002	Multipurpose	City of Reedley	2	K-8	\$1,418,686	\$0	\$709,343	\$0	\$709,343	\$12,229,644
Marin	Marin County COE	Marin County Community School	52/10215-00-002	Teacher Ed.	Dixie School District	2	9-12	\$1,261,032	\$315,258	\$315,258	\$0	\$630,516	\$12,860,160
San Joaquin	Linden Unified	Linden High	52/68577-00-006	Teacher Ed.	Linden Education Foundation	2	9-12	\$3,113,420	\$778,355	\$778,355	\$0	\$1,556,710	\$14,416,870
Los Angeles	Arcadia Unified ¹	Dana Middle	52/64261-00-003	Gymnasium	City of Arcadia	2	6-8	\$3,925,434	\$750,000	\$750,000	\$925,434	\$1,500,000	\$15,916,870
Calaveras	Bret Harte Union High	Bret Harte High	52/61556-00-001	Multipurpose	Bret Harte Angels, Inc.	2	9-12	\$1,965,132	\$491,283	\$491,283	\$0	\$982,566	\$16,899,436
Tulare	Exeter Union Elementary	Wilson Middle	52/71910-00-001	Gymnasium	City of Exeter	2	6-8	\$3,018,454	\$0	\$1,500,000	\$18,454	\$1,500,000	\$18,399,436
Merced	Merced City Elementary ¹	Rivera Middle	52/65771-00-001	Gymnasium	City of Merced	2	6-8	\$4,875,474	\$750,000	\$750,000	\$1,875,474	\$1,500,000	\$19,899,436
Napa	St. Helena Unified	St. Helena High	52/66290-00-002	Multipurpose	Boys and Girls Clubs of St. Helena and Calistoga	2	9-12	\$2,634,490	\$658,623	\$658,622	\$0	\$1,317,245	\$21,216,681

* Any additional financial contributions can be made by the Joint-Use partner(s), the district or any other local source.

** The State Apportionment has a maximum cap of \$1,000,000 for an elementary school, \$1,500,000 for a middle school, and \$2,000,000 for a high school.

1. The District is not building minimum essential facilities; however, the CDE has approved the reduced square footage.